

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 8/31/2003

	As of <u>8-31-03</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 486,305,094	\$ 458,951,314
INTERNATIONAL EQUITIES	188,735,822	175,792,012
DOMESTIC FIXED INCOME	315,760,464	320,236,369
INTERNATIONAL FIXED INCOME	51,602,779	54,020,181
REAL ESTATE	58,157,863	57,665,884
VENTURE CAPITAL	49,332,579	51,068,456
INVESTED CASH (NOTE 1)	<u>9,083,186</u>	<u>7,558,895</u>
 TOTAL INVESTMENTS	 1,158,977,787	 1,125,293,111
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	1,247,558	1,523,646
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>23,709</u>	<u>0</u>
 TOTAL ASSETS	 <u>\$ 1,160,249,054</u>	 <u>\$ 1,126,816,757</u>
LIABILITIES:		
ACCOUNTS PAYABLE	711,760	711,763
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>9,661</u>
 TOTAL LIABILITIES	 711,760	 721,424
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,126,095,333	1,080,040,861
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	1,900,000	9,750,000
NET INCREASE (DECREASE)	<u>35,341,961</u>	<u>55,804,472</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,159,537,294</u>	 <u>1,126,095,333</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,160,249,054</u>	 <u>\$ 1,126,816,757</u>

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Profit and Loss Statement For the Month Ended 8/31/2003

	Month Ended <u>8-31-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,156,680	\$ 6,199,804
SECURITIES LENDING INCOME	67,545	137,902
	<u>2,224,225</u>	<u>6,337,706</u>
 GAIN ON SALE OF INVESTMENTS	 10,187,587	 29,291,529
LOSS ON SALE OF INVESTMENTS	<u>7,746,820</u>	<u>18,052,124</u>
 NET GAINS (LOSSES) INVESTMENTS	 2,440,767	 11,239,405
 INVESTMENT EXPENSES	 298,441	 853,570
SECURITIES LENDING EXPENSES	49,710	102,145
SIB ADMINISTRATIVE EXPENSES	<u>8,418</u>	<u>16,629</u>
 NET INVESTMENT INCOME	 4,308,423	 16,604,767
 NET APPREC (DEPREC) MARKET VALUE	 20,213,934	 18,651,612
MISCELLANEOUS INCOME/(EXPENSE)	<u>82,301</u>	<u>85,582</u>
 TOTAL INVESTMENT INCOME	 <u>24,604,658</u>	 <u>35,341,961</u>
 NET INCREASE (DECREASE)	 <u>\$ 24,604,658</u>	 <u>\$ 35,341,961</u>

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Notes To Financial Statements
August 31, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.